

**EIGHTY-FIFTH INTERIM APPLICATION OF CAPSTONE ADVISORY GROUP, LLC,
FINANCIAL ADVISORS TO THE OFFICIAL COMMITTEE OF UNSECURED
CREDITORS, FOR ALLOWANCE OF COMPENSATION FOR SERVICES RENDERED
AND REIMBURSEMENT OF EXPENSES INCURRED
(FOR THE PERIOD FROM FEBRUARY 1, 2011 THROUGH FEBRUARY 28, 2011)**

ATTACHMENT B

1. Summary of Fees by Professional
2. Summary of Fees by Task Code
3. Detailed Task Descriptions
4. Summary of Expenses

W.R. Grace & Co.
Capstone Advisory Group, LLC
Summary of Fees by Professional
For the Period 2-1-2011 through 2-28-2011

Professional	Position	Billing Rate	Hours	Fees
E. Ordway	Member	\$760	8.10	\$6,156.00
S. Cunningham	Member	\$760	12.70	\$9,652.00
R. Frezza	Member	\$670	39.00	\$26,130.00
J. Dolan	Consultant	\$445	102.50	\$45,612.50
M. Viola	Paraprofessional	\$120	0.90	\$108.00
N. Backer	Paraprofessional	\$120	3.50	\$420.00
For the Period 2-1-2011 through 2-28-2011			166.70	\$88,078.50

W.R. Grace & Co.
Capstone Advisory Group, LLC
Summary of Fees by Task Code
For the Period 2-1-2011 through 2-28-2011

Task Code	Task Description	Hours	Fees
03. Claims Analysis & Valuation	During the Fee Application period, the Applicant prepared various analyses of interest.	1.90	\$1,273.00
04. Creditor Committee Matters	During the Fee Application period, the Applicant read and analyzed recent docket submissions and counsel reports and participated in Committee call.	8.50	\$3,782.50
05. Employee Matters/KERP/Other	During the Fee Application period, the Applicant read and analyzed motion related to accelerated pension contribution and prepared various analyses and a report to the Committee thereon.	70.80	\$37,212.00
07. Fee Applications & Invoices	During the Fee Application Period, the Applicant prepared November and December monthly fee statements and the 28 th quarterly fee statement.	20.70	\$8,056.00
08. Financial Analysis - Schedules & Statements	During the Fee Application Period, the Applicant analyzed data regarding the monthly results and Q4 results, participated in investor call, prepared various analyses and prepared a report to the Committee thereon.	13.60	\$7,235.50
15. Plan & Disclosure Statement	During the Fee Application Period, the Applicant analyzed the confirmation order, discussed issues internally with Counsel and with Creditors.	42.90	\$26,826.00
19. Tax Issues	During the Fee Application Period, the Applicant read and analyzed the Foreign HoldCo motion and prepared a report to the Committee.	8.30	\$3,693.50
For the Period 2-1-2011 through 2-28-2011		166.70	\$88,078.50

W.R. Grace & Co.
Capstone Advisory Group, LLC
Detailed Time Description by Task Code
For the Period 2-1-2011 through 2-28-2011

Date	Professional	Hours	Detailed Time Description
03. Claims Analysis & Valuation			
2/1/2011	R. Frezza	0.80	Updated and provided interest calculations to creditor per their request.
2/4/2011	R. Frezza	1.10	Revised and commented on Counsel memo regarding appeal of Fitzgerald decision - re: interest.
Subtotal		1.90	
04. Creditor Committee Matters			
2/1/2011	J. Dolan	1.10	Prepared for and participated in Committee call.
2/3/2011	J. Dolan	0.60	Read and analyzed recent docket submissions.
2/7/2011	J. Dolan	0.90	Read and analyzed recent docket submissions.
2/8/2011	J. Dolan	1.10	Prepared for and participated in Committee call.
2/10/2011	J. Dolan	0.70	Reviewed and analyzed Counsel's memo on case and discussed with team.
2/11/2011	J. Dolan	0.50	Read Counsel's memo on case issues and discussed with team.
2/14/2011	J. Dolan	1.20	Reviewed and analyzed recent docket submissions.
2/15/2011	J. Dolan	0.50	Participated in call with Creditor - re: update on case.
2/22/2011	J. Dolan	1.00	Reviewed and analyzed recent docket submissions.
2/23/2011	J. Dolan	0.90	Reviewed and analyzed Counsel's memo regarding confirmation order.
Subtotal		8.50	
05. Employee Matters/KERP/Other			
2/10/2011	J. Dolan	1.50	Reviewed and analyzed pension strategy update in anticipation of conference call with Debtors.
2/14/2011	J. Dolan	1.20	Prepared for and participated in call with Debtors regarding pension contribution.
2/14/2011	R. Frezza	1.80	Reviewed and analyzed pension motion and related information.

Date	Professional	Hours	Detailed Time Description
2/14/2011	E. Ordway	0.60	Analyzed pension contribution information and listed items for staff to inquire about.
2/14/2011	R. Frezza	1.40	Prepared for and participated in call with Company / Blackstone - re: pension prepayment request.
2/15/2011	J. Dolan	1.00	Prepared request for additional information related to accelerated contribution.
2/15/2011	S. Cunningham	4.10	Discussed issues related to accelerated pension contribution with Counsel, tax Counsel and team.
2/15/2011	J. Dolan	2.30	Reviewed and analyzed draft motion regarding pension contribution.
2/15/2011	R. Frezza	1.20	Reviewed and analyzed draft pension prepayment motion.
2/15/2011	J. Dolan	1.70	Discussed issues related to accelerated pension contribution with Counsel, tax Counsel and team.
2/15/2011	J. Dolan	1.30	Discussed request for authorization of pension contribution with team and Counsel.
2/15/2011	R. Frezza	0.90	Responded to Committee questions regarding tax aspect of pension motion.
2/16/2011	E. Ordway	0.30	Reviewed and analyzed draft pension motion.
2/16/2011	R. Frezza	1.60	Reviewed and reconsidered request data / information for request list and conferred with Counsel on list items.
2/16/2011	J. Dolan	1.80	Prepared request for additional information regarding pension contribution.
2/17/2011	E. Ordway	0.90	Continued to review and analyze draft pension motions.
2/17/2011	R. Frezza	1.60	Conferred internally regarding detailed report to Committee on pension pre-payment request.
2/17/2011	J. Dolan	3.20	Prepared analysis related to pension contribution for report to Committee.
2/17/2011	J. Dolan	1.50	Prepared report outline for pension contribution request and discussed with team.
2/17/2011	J. Dolan	2.10	Prepared report to the Committee related to pension contribution request.
2/18/2011	J. Dolan	0.50	Reviewed Company responses to pension contribution inquiries and updated report.
2/18/2011	J. Dolan	1.70	Prepared analysis and report to the Committee regarding pension contribution.
2/21/2011	E. Ordway	0.80	Prepared / edited report to the Committee per pension contribution.

Date	Professional	Hours	Detailed Time Description
2/21/2011	J. Dolan	3.20	Prepared analyses related to additional contribution for report to the Committee.
2/21/2011	J. Dolan	2.90	Prepared report to the Committee regarding additional pension contribution.
2/22/2011	J. Dolan	1.50	Prepared report to the Committee on pension contribution.
2/22/2011	J. Dolan	2.40	Reviewed and analyzed final motion and exhibits filed with the Court related to pension contribution.
2/23/2011	E. Ordway	0.60	Reviewed additional data - re: pension contribution issues.
2/25/2011	J. Dolan	2.70	Reviewed and analyzed information received from Blackstone regarding pension contribution and updated report.
2/25/2011	J. Dolan	3.40	Prepared various analyses regarding pension contribution including IRR, sensitized leverage, etc.
2/25/2011	J. Dolan	2.20	Continued preparation of report to the Committee regarding pension contribution.
2/26/2011	J. Dolan	2.70	Prepared report to the Committee regarding pension contribution.
2/26/2011	J. Dolan	1.80	Updated analysis based on information received from Blackstone.
2/28/2011	R. Frezza	1.80	Reviewed and analyzed pension motion re-draft and information received from Blackstone.
2/28/2011	R. Frezza	2.20	Prepared for and participated in call with Company.
2/28/2011	E. Ordway	0.60	Reviewed and analyzed pension disclosure data from 2008 and 2009 - re: prior funding requirements.
2/28/2011	J. Dolan	1.60	Prepared for and participated in calls with Counsel and team regarding pension contribution.
2/28/2011	R. Frezza	0.90	Participated in pre-call with Counsel.
2/28/2011	J. Dolan	1.90	Prepared for and participated in call with Debtors and Blackstone regarding pension contribution.
2/28/2011	R. Frezza	0.90	Participated in post-call with Counsel.
2/28/2011	J. Dolan	2.50	Prepared report to the Committee regarding pension contribution.
Subtotal		70.80	
07. Fee Applications & Invoices			
2/1/2011	J. Dolan	0.90	Prepared 12-2010 fee application.

Date	Professional	Hours	Detailed Time Description
2/1/2011	J. Dolan	1.10	Prepared 11-2010 fee application.
2/3/2011	J. Dolan	0.80	Reviewed final draft and filed 11-2010 fee application.
2/3/2011	E. Ordway	0.30	Prepared fee application.
2/3/2011	R. Frezza	0.80	Reviewed fee application.
2/4/2011	M. Viola	0.40	Processed 12-2010 fee application.
2/7/2011	J. Dolan	1.00	Prepared 12-2010 fee application.
2/10/2011	M. Viola	0.50	Processed 28th quarterly fee application.
2/14/2011	J. Dolan	0.90	Prepared 12-2010 fee application.
2/17/2011	J. Dolan	1.10	Prepared 4Q10 fee application.
2/21/2011	N. Backer	0.90	Processed 12-2010 fee application.
2/21/2011	N. Backer	2.60	Processed 28th quarterly fee application (10-2010 to 12-2010).
2/22/2011	J. Dolan	0.50	Finalized 12-2010 fee application and filed with Counsel.
2/22/2011	J. Dolan	0.90	Prepared and filed 4Q10 fee application.
2/23/2011	J. Dolan	2.40	Prepared report to the Committee regarding pension contribution.
2/24/2011	J. Dolan	3.60	Prepared report to the Committee regarding pension contribution and related analyses.
2/24/2011	J. Dolan	1.00	Discussed pension contribution issues with Counsel and team.
2/25/2011	J. Dolan	1.00	Prepared 1-2011 fee application.
Subtotal		20.70	

08. Financial Analysis - Schedules & Statements

2/9/2011	E. Ordway	0.40	Reviewed and analyzed 4Q10 operating performance data and listed items for staff to review / analyze.
2/10/2011	R. Frezza	1.10	Prepared for and participated in Company hosted investor call.
2/10/2011	J. Dolan	0.80	Participated in 4Q10 Lender call.
2/10/2011	J. Dolan	1.60	Reviewed and analyzed 4Q10 business update in anticipation of call.

Date	Professional	Hours	Detailed Time Description
2/10/2011	R. Frezza	2.90	Reviewed and analyzed press releases, investor information and analyst spread sheets.
2/10/2011	J. Dolan	1.30	Reviewed and analyzed press release of 4Q10 results.
2/11/2011	J. Dolan	0.20	Reviewed and analyzed 2011 financial outlook prepared by Debtors.
2/11/2011	J. Dolan	0.90	Reviewed analyst spreadsheet for 4Q10.
2/14/2011	J. Dolan	2.10	Reviewed and analyzed 12-2010 monthly financials.
2/14/2011	J. Dolan	1.40	Reviewed and analyzed investment highlights prepared by Debtor.
2/14/2011	J. Dolan	0.40	Reviewed updated fact sheet as posted by Debtors.
2/23/2011	E. Ordway	0.50	Reviewed and analyzed most current monthly operating report.
Subtotal		13.60	

15. Plan & Disclosure Statement

2/1/2011	R. Frezza	2.40	Read, analyzed and discussed issues regarding the confirmation order and related documents.
2/1/2011	J. Dolan	1.30	Discussed confirmation order with team and next steps.
2/2/2011	R. Frezza	1.70	Reviewed, analyzed and discussed issues regarding the confirmation order and related documents.
2/2/2011	J. Dolan	2.20	Prepared summary memo regarding confirmation.
2/3/2011	R. Frezza	1.90	Reviewed, analyzed and discussed issues regarding the confirmation order and related documents.
2/3/2011	E. Ordway	0.50	Reviewed and edited report prepared by staff regarding confirmation.
2/3/2011	E. Ordway	0.30	Reviewed Counsel's memo - re: appeal of the confirmation decision.
2/3/2011	J. Dolan	3.20	Continued analysis of recent ruling and implications in case.
2/3/2011	S. Cunningham	3.30	Reviewed, analyzed and discussed issues regarding the confirmation order and related documents.
2/4/2011	E. Ordway	0.40	Reviewed amendments to the POR.
2/4/2011	S. Cunningham	2.30	Reviewed, analyzed and discussed issues regarding the confirmation order and related documents.
2/4/2011	E. Ordway	0.20	Reviewed and analyzed Counsel's report - re: confirmation issues.

Date	Professional	Hours	Detailed Time Description
2/4/2011	J. Dolan	0.80	Reviewed and analyzed Counsel's memo on confirmation.
2/7/2011	R. Frezza	2.10	Reviewed, analyzed and discussed issues regarding the confirmation order and related documents.
2/7/2011	J. Dolan	3.40	Prepared analysis of confirmation statement issued by the Court.
2/7/2011	J. Dolan	2.30	Summarized issues in the confirmation order and prepared memo.
2/7/2011	E. Ordway	0.80	Reviewed analysis prepared by staff - re: confirmation order and POR.
2/8/2011	R. Frezza	1.80	Prepared for and participated in call with Committee to discuss impact of confirmation order and next steps and further debriefed with Counsel.
2/11/2011	R. Frezza	0.50	Conferred with Counsel - re: non-order status of confirmation document.
2/14/2011	E. Ordway	0.30	Reviewed Counsel's update report - re: confirmation status.
2/14/2011	E. Ordway	0.30	Reviewed Counsel's report - re: status conference - re: confirmation order issues.
2/18/2011	R. Frezza	1.50	Follow up with Counsel on interpretation of confirmation order and response to Committee questions.
2/18/2011	S. Cunningham	3.00	Reviewed and discussed interpretation of confirmation order.
2/21/2011	R. Frezza	0.50	Responded to Committee member questions.
2/23/2011	R. Frezza	1.10	Reviewed Counsel's memo regarding clarification of confirmation order and participated in follow-up discussions with Counsel on next steps.
2/23/2011	E. Ordway	0.30	Reviewed Judge's order clarifying the confirmation order.
2/24/2011	R. Frezza	3.10	Participated in numerous discussions with Counsel and Company regarding pension motion, call set up, additional questions, etc.
2/25/2011	R. Frezza	1.40	Further discussed and coordinated with Counsel - re: pension motion.
Subtotal		42.90	
19. Tax Issues			
2/18/2011	J. Dolan	1.20	Reviewed motion regarding foreign HoldCo filed today.
2/22/2011	J. Dolan	1.40	Reviewed and analyzed motion filed related to creation of non-Debtor foreign sub.
2/24/2011	J. Dolan	2.40	Prepared report to the Committee regarding foreign HoldCo.
2/24/2011	J. Dolan	1.10	Prepared request for information related to foreign HoldCo structure.

Date	Professional	Hours	Detailed Time Description
2/24/2011	J. Dolan	2.20	Reviewed and analyzed foreign HoldCo motion and related exhibits.
Subtotal		8.30	
Total Hours		166.70	

W.R. Grace & Co.
Capstone Advisory Group, LLC
Expense Detail
For the Period 2-1-2011 through 2-28-2011

Date	Professional	Detail	Amount
Research			
2/6/2011	Capstone Expense	Pacer research service	\$7.76
Subtotal - Research			\$7.76
Telecom			
2/7/2011	Capstone Expense	January Telecom - Saddle Brook office	\$189.37
Subtotal - Telecom			\$189.37
For the Period 2-1-2011 through 2-28-2011			\$197.13